

UNITED STATES OF AMERICA
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

Competitive Product Prices
Express Mail, Priority Mail & First-Class
Package Service
Express Mail, Priority Mail & First-Class
Package Service Contract 1

Docket No. MC2012-46

Competitive Product Prices
Express Mail, Priority Mail & First-Class
Package Service Contract 1 (MC2012-46)
Negotiated Service Agreement

Docket No. CP2012-55

CHAIRMAN'S INFORMATION REQUEST NO. 1

(Issued September 14, 2012)

To clarify the record, the Postal Service is requested to provide a written response to the following questions. Answers should be provided as soon as possible, but no later than September 18, 2012.

1. The Public Representative's comments point out that the contract contains an unexplained "discount." See PR Comments at 2; *see also* Summary_Analysis_public.xls. Please explain this discount and how it will affect the cost coverage of the overall contract during each of the 3 years of the contract.
2. Is it possible for this discount to change during the life of the contract? If the discount could change during the life of the contract, please demonstrate that the contract would still cover its attributable cost. In doing so, please provide the electronic spreadsheets showing the calculations and the sources for data input.

3. Please explain Term I.D. of the contract and how it may affect the contract's cost coverage during each of the 3 years of the contract.

By the Chairman.

Ruth Y. Goldway